In the United States Court of Federal Claims office of special masters

Filed: July 28, 2023

Jeffrey S. Pop, Jeffrey S. Pop & Associates, Beverly Hills, CA, for Petitioners. *David M. O'Dea*, United States Department of Justice, Washington, DC, for Respondent.

DECISION¹

On September 21, 2018, Jenelyn Sagala and Michael Sagala ("Petitioners") filed a petition for compensation pursuant to the National Vaccine Injury Compensation Program.² 42 U.S.C. §§ 300aa-10 to -34 (2012). Petitioners alleged that the influenza ("flu" or "FluMist") vaccine their child, J.S., received on September 29, 2015, caused him to suffer from cerebellar ataxia. Pet. at 1, ECF No. 1. Petitioners further alleged that J.S.'s injury lasted for more than six months. *Id.* ¶ 41.

On June 29, 2023, the parties filed a stipulation in which they state that a decision should be entered awarding compensation to Petitioners. Stipulation ¶7, ECF No. 65. Respondent "denies that the [flu] vaccine caused J.S. to suffer from cerebellar ataxia or any other injury or his current condition." *Id.* ¶ 6. Nevertheless, the parties agree to the joint stipulation, attached hereto as Appendix A. *See id.* ¶7. I find the stipulation reasonable and adopt it as the decision of the Court

¹ Because this Decision contains a reasoned explanation for the action taken in this case, it must be made publicly accessible and will be posted on the United States Court of Federal Claims' website, and/or at https://www.govinfo.gov/app/collection/uscourts/national/cofc, in accordance with the E-Government Act of 2002. 44 U.S.C. § 3501 note (2018) (Federal Management and Promotion of Electronic Government Services). **This means the Decision will be available to anyone with access to the internet.** In accordance with Vaccine Rule 18(b), Petitioner has 14 days to identify and move to redact medical or other information, the disclosure of which would constitute an unwarranted invasion of privacy. If, upon review, I agree that the identified material fits within this definition, I will redact such material from public access.

² National Childhood Vaccine Injury Act of 1986, Pub L. No. 99-660, 100 Stat. 3755.

in awarding damages, on the terms set forth therein.

The parties stipulate that Petitioners shall receive the following compensation:

An amount of \$105,000.00 to purchase the annuity contract described in paragraph 10 [of Appendix A], paid to the life insurance company from which the annuity will be purchased This amount represents compensation for all damages that would be available under 42 U.S.C. § 300aa-15(a).

Id. ¶ 8.

I approve the requested amount for Petitioners' compensation. Accordingly, an award should be made consistent with the stipulation.

In the absence of a motion for review filed pursuant to RCFC Appendix B, the Clerk of Court **SHALL ENTER JUDGMENT** in accordance with the terms of the parties' stipulation.³

IT IS SO ORDERED.

s/Herbrina D. SandersHerbrina D. SandersSpecial Master

³ Pursuant to Vaccine Rule 11(a), entry of judgment is expedited by the parties' joint filing of notice renouncing the right to seek review.

IN THE UNITED STATES COURT OF FEDERAL CLAIMS OFFICE OF SPECIAL MASTERS

JENELYN SAGALA, as mother and natural guardian of J.S, and MICHAEL SAGALA, as father and natural guardian of J.S.,)))
Petitioners, v.) No. 18-1459V) Special Master Sanders
SECRETARY OF HEALTH AND HUMAN SERVICES,)
Respondent.	_)

STIPULATION

The parties hereby stipulate to the following matters:

- 1. On behalf of their son, J.S., petitioners filed a petition for vaccine compensation under the National Vaccine Injury Compensation Program, 42 U.S.C. §300aa-10 to 34 (the "Vaccine Program"). The petition seeks compensation for injuries allegedly related to J.S.'s receipt of the FluMist vaccine, which vaccine is contained in the Vaccine Injury Table (the "Table"), 42 C.F.R. § 100.3 (a).
 - 2. J.S. received a FluMist vaccination on September 29, 2015.
 - 3. The vaccine was administered within the United States.
- 4. Petitioners allege that the FluMist vaccine caused J.S. to suffer from cerebellar ataxia, and that J.S. experienced residual effects of this injury for more than six months.
- 5. Petitioners represent that there has been no prior award or settlement of a civil action for damages on behalf of J.S. as a result of his condition.
- 6. Respondent denies that the vaccine caused J.S. to suffer from cerebellar ataxia or any other injury or his current condition.

- 7. Maintaining their above-stated positions, the parties nevertheless now agree that the issues between them shall be settled and that a decision should be entered awarding the compensation described in paragraph 8 of this Stipulation.
- 8. As soon as practicable after an entry of judgment reflecting a decision consistent with the terms of this Stipulation, and after petitioners have filed an election to receive compensation pursuant to 42 U.S.C. § 300aa-21(a)(1), the Secretary of Health and Human Services will issue the following vaccine compensation payment:
 - a. An amount of \$105,000.00 to purchase the annuity contract described in paragraph 10 below, paid to the life insurance company from which the annuity will be purchased (the "Life Insurance Company").

This amount represents compensation for all damages that would be available under 42 U.S.C. §300aa-15(a).

- 9. The Life Insurance Company must have a minimum of \$250,000,000.00 capital and surplus, exclusive of any mandatory security valuation reserve. The Life Insurance Company must have one of the following ratings from two of the following rating organizations:
 - a. A.M. Best Company: A++, A+, A+g, A+p, A+r, or A+s;
 - b. Moody's Investor Service Claims Paying Rating: Aa3, Aa2, Aa1, or Aaa;
 - c. Standard and Poor's Corporation Insurer Claims-Paying Ability Rating: AA-, AA, AA+, or AAA;
 - d. Fitch Credit Rating Company, Insurance Company Claims Paying Ability Rating: AA-, AA, AA+, or AAA.
- 10. The Secretary of Health and Human Services agrees to purchase an annuity contract from the Life Insurance Company for the benefit of J.S., pursuant to which the Life Insurance Company will agree to make certain lump sum payments to J.S. for past pain and suffering, as follows:

- a. A certain Lump Sum of \$46,387.11 payable on January 31, 2030.
- b. A certain Lump Sum of \$53,681.80 payable on January 31, 2033.
- c. A certain Lump Sum of \$62,150.40 payable on January 31, 2036.

The purchase price of the annuity described in this paragraph shall neither be greater than nor less than \$105,000.00. In the event that the cost of the annuity set forth above varies from \$105,000.00, the certain lump sum payment to be made on January 31, 2036, shall be adjusted to ensure that the total cost of the annuity is neither less nor greater than \$105,000.00. Should J.S. predecease the payment of any of the certain lump sum payments set forth above, such payments shall be made to his estate. However, written notice to the Secretary of Health and Human Services and the Life Insurance Company shall be provided within **twenty (20)** days of J.S.'s death.

- 11. The annuity contract will be owned solely and exclusively by the Secretary of Health and Human Services and will be purchased as soon as practicable following the entry of a judgment in conformity with this Stipulation. The parties stipulate and agree that the Secretary of Health and Human Services and the United States of America are not responsible for the payment of any sums other than the amounts set forth in paragraph 8 herein and the amounts awarded pursuant to paragraph 12 herein, and that they do not guarantee or insure any of the future annuity payments. Upon the purchase of the annuity contract, the Secretary of Health and Human Services and the United States of America are released from any and all obligations with respect to future annuity payments.
- 12. As soon as practicable after the entry of judgment on entitlement in this case, and after petitioners have filed both a proper and timely election to receive compensation pursuant to 42 U.S.C. § 300aa-21(a)(1), and an application, the parties will submit to further proceedings

before the special master to award reasonable attorneys' fees and costs incurred in proceeding upon this petition.

- 13. Petitioners and their attorney represent that compensation to be provided pursuant to this Stipulation is not for any items or services for which the Program is not primarily liable under 42 U.S.C. § 300aa-15(g), to the extent that payment has been made or can reasonably be expected to be made under any State compensation programs, insurance policies, Federal or State health benefits programs (other than Title XIX of the Social Security Act (42 U.S.C. § 1396 et seq.)), or by entities that provide health services on a pre-paid basis.
- 14. Payment made pursuant to paragraph 8 and any amounts awarded pursuant to paragraph 12 of this Stipulation will be made in accordance with 42 U.S.C. § 300aa-15(i), subject to the availability of sufficient statutory funds.
- 15. The parties and their attorneys further agree and stipulate that, except for any award for attorneys' fees and litigation costs, the money provided pursuant to this Stipulation will be used solely for the benefit of J.S. as contemplated by a strict construction of 42 U.S.C. §300aa-15(a) and (d), and subject to the conditions of 42 U.S.C. § 300aa-15(g) and (h).
- 16. Petitioners represent that they presently are, or if necessary will become, duly authorized to serve as guardians of J.S.'s estate under the laws of Massachusetts.
- 17. In return for the payments described in paragraphs 8 and 12, petitioners, in their individual capacities and as legal representatives of J.S., on behalf of themselves, J.S., and his heirs, executors, administrators, successors or assigns, do forever irrevocably and unconditionally release, acquit and discharge the United States and the Secretary of Health and Human Services from any and all actions or causes of action (including agreements, judgments, claims, damages, loss of services, expenses and all demands of whatever kind or nature) that

have been brought, could have been brought, or could be timely brought in the Court of Federal Claims, under the National Vaccine Injury Compensation Program, 42 U.S.C. § 300 aa-10 et seq., on account of, or in any way growing out of, any and all known or unknown, suspected or unsuspected personal injuries to or death of J.S. resulting from, or alleged to have resulted from, the vaccination administered on September 29, 2015, as alleged by petitioners in a petition for vaccine compensation filed on or about September 21, 2018, in the United States Court of Federal Claims as petition No. 18-1459V.

- 18. If J.S. should die prior to entry of judgment, this agreement shall be voidable upon proper notice to the Court on behalf of either or both of the parties.
- 19. If the special master fails to issue a decision in complete conformity with the terms of this Stipulation or if the Court of Federal Claims fails to enter judgment in conformity with a decision that is in complete conformity with the terms of this Stipulation, then the parties' settlement and this Stipulation shall be voidable at the sole discretion of either party.
- 20. This Stipulation expresses a full and complete negotiated settlement of liability and damages claimed under the National Childhood Vaccine Injury Act of 1986, as amended, except as otherwise noted in paragraph 12 above. There is absolutely no agreement on the part of the parties hereto to make any payment or to do any act or thing other than is herein expressly stated and clearly agreed to. The parties further agree and understand that the award described in this Stipulation may reflect a compromise of the parties' respective positions as to liability and/or amount of damages, and further, that a change in the nature of the injury or condition or in the items of compensation sought, is not grounds to modify or revise this agreement.
- 21. Petitioners hereby authorize respondent to disclose documents filed by petitioners in this case consistent with the Privacy Act and the routine uses described in the National Vaccine

Injury Compensation Program System of Records, No. 09-15-0056.

- 22. This Stipulation shall not be construed as an admission by the United States or the Secretary of Health and Human Services that the FluMist vaccine caused J.S. to suffer cerebellar ataxia or any other injury or condition.
- 23. All rights and obligations of petitioners hereunder shall apply equally to petitioners' heirs, executors, administrators, successors, and/or assigns as legal representatives of J.S.

END OF STIPULATION

Respectfully submitted,

PETITIONER:

JENELYN SAGALA

PETITIONER:

AGALA MICHAEL

ATTORNEY OF RECORD FOR PETITIONER:

JEFFREY S. POP. ESQ. Jeffrey S. Pop & Associates 9150 Wilshire Blvd., Suite 241 Beverly Hills, CA 90212 (310) 273-5462

Email: jpop@poplawyer.com

AUTHORIZED REPRESENTATIVE OF THE SECRETARY OF HEALTH AND HUMAN SERVICES:

Henry P. Digitally signed by Henry P. Mornillan - S3

Date: 2023.06.13 09:23:35

-04:07

CDR GEORGE REED GRIMES, MD, MPH

Director, Division of Injury Compensation Programs Health Systems Bureau Health Resources and Services Administration

U.S. Department of Health and Human Services 5600 Fishers Lane, 08N146B Rockville, MD 20857

Dated: 6/29/2023

AUTHORIZED REPRESENTATIVE OF THE ATTORNEY GENERAL:

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